

05/03/01 14:15 KENN DAVIS KENN → 3017540889

NO.033 P002/003

DECLARATION OF SMALL BUSINESS CONCERN

Gore Friedrichs declares that:

he is Vice President of: Broadip Networks, Inc.
2014 Evans Parkway
Silver Springs, MD 20902

(A Delaware Corporation)

and he is authorized to execute this declaration on behalf of
said corporation.

The following identified application for patent and the
invention disclosed therein have been assigned to said
corporation:

Inventor(s): Alistair Bostrom

Title: METHOD FOR WAVELET-BASED COMPRESSION OF
VIDEO IMAGES

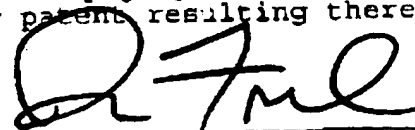
Said corporation is a small business concern for the purpose
of paying reduced fees to the United States Patent and Trademark
Office under 35 U.S.C. 41(a) and (b), in that said corporation
and all of its affiliates employ less than five hundred persons
at the present time and averaged less than five hundred employees
during each of the pay periods of the last fiscal year. Said
corporation has not assigned, granted, conveyed or licensed, and
is under no obligation under contract or law to assign, grant,
convey or license, any rights in the invention of said
application to any person who could not be classified as an
independent inventor if that person had made the invention or to
any concern which would not qualify as a small business concern
or non-profit organization under this Section.

I acknowledge that once said corporation has assigned,
granted, conveyed, or licensed, or comes under an obligation to
assign, grant, convey or license, any rights to the invention to
anyone who could not likewise obtain status as a small entity,
said corporation will no longer be entitled to pay to the U.S.
Patent and Trademark Office in the amount established for a small
business concern.

I hereby verify that all statements made herein of my own
knowledge are true and all statements made on information and
belief are believed to be true, and further that these statements
were made with the knowledge that willful false statements and
the like so made are punishable by fine or imprisonment, or both,
under Section 1001 of Title 18 of the United States Code, and
that such willful false statements may jeopardize the validity
of said patent application or any patent resulting therefrom.

May 4, 2001

(Date)



Gore Friedrichs